



GARY R. HERBERT  
Governor

SPENCER J. COX  
Lieutenant Governor

# State of Utah

## DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER  
Executive Director

### Division of Oil, Gas and Mining

JOHN R. BAZA  
Division Director

December 10, 2014

James A. Hewlett, Resident Agent  
Intermountain Power Agency  
10653 South River Front Parkway, Suite 120  
South Jordan, Utah 84095

Subject: Final Approval of Oil Transloading Construction, Wildcat Loadout, Intermountain Power Agency, C/007/0033, Task ID #4688

Dear Mr. Hewlett:

The above-referenced amendment was conditionally approved on October 22, 2014 upon receipt of clean copies. The Division received the clean copies on November 12, 2014. Enclosed is a stamped incorporated copy for insertion into your copy of the Mining and Reclamation Plan.

This amendment was also conditioned upon an increase of bond in the amount of \$337,000 for a total of \$1,481,000. We received the bond increase documentation on December 10, 2014. Enclosed is a copy, for your records, of the fully-signed and executed documents to revise the Reclamation Agreement and increase the bond for the Wildcat Loadout.

Thank you for your help during this process. If you have any questions, please feel free to call me at (801) 538-5325.

Sincerely,

Daron R. Haddock  
Coal Program Manager

DRH/sqs  
Enclosures  
cc: Lance Lee  
O:\007033.WCL\WG4688\Final Approval.doc

Los Angeles



Department of Water & Power

*you guys announcing  
Rider to Fire proof.*

ERIC GARCETTI  
Mayor

Commission  
MEL LEVINE, *President*  
WILLIAM W. FUNDERBURK JR., *Vice President*  
JILL BANKS BARAD  
MICHAEL F. FLEMING  
CHRISTINA E. NOONAN  
BARBARA E. MOSCHOS, *Secretary*

MARCIE L. EDWARDS  
General Manager

December 3, 2014

**HAND DELIVERED ON DECEMBER 3, 2014**

Utah Division of Oil, Gas & Mining Coal Program (DOGM)  
1594 West North Temple, Suite 1210  
P.O. Box 145801  
Salt Lake City, Utah 84114-5801

RECEIVED  
DEC 03 2014  
DIV. OF OIL, GAS & MINING

Dear Permit Supervisor:

Subject: Intermountain Power Agency (IPA), Rider to Pledge and Escrow  
Agreement regarding Wildcat Loadout Facility, C/007/0033

IPA is respectfully submitting the partially executed rider to the Pledge and Escrow Agreement for the increase in the reclamation bond requirement.

If you have any comments or questions, please contact me at (801) 748-1471.

Sincerely,

*Lance C. Lee*  
Lance C. Lee  
Project Manager  
Intermountain Power Project

cc: James A. Hewlett (via email)  
Intermountain Power Agency  
Minh T. Le (via email)  
William W. Engels (via email)

**Los Angeles Aqueduct Centennial Celebrating 100 Years of Water 1913-2013**

111 N. Hope Street, Los Angeles, California 90012-2607 Mailing address: Box 51111, Los Angeles, CA 90051-5700  
Telephone: (213) 367-4211 [www.LADWP.com](http://www.LADWP.com)

Los Angeles



Department of Water & Power

C/007/0033 Incoming  
Bond to Fireproof

ERIC GARCETTI  
Mayor

Commission  
MEL LEVINE, *President*  
WILLIAM W. FUNDERBURK JR., *Vice President*  
JILL BANKS BARAD  
MICHAEL F. FLEMING  
CHRISTINA E. NOONAN  
BARBARA E. MOSCHOS, *Secretary*

MARCIE L. EDWARDS  
General Manager

November 12, 2014

**Hand Delivered on November 12, 2014**

Mr. Daron Haddock  
Utah Division of Oil, Gas & Mining Coal Program (DOGM)  
1594 West North Temple, Suite 1210  
P.O. Box 145801  
Salt Lake City, Utah 84114-5801

Dear Mr. Haddock:

Subject: Intermountain Power Agency (IPA)  
Conditional Approval of Oil Transloading Construction  
Wildcat Loadout Facility, C/007/0033, Task ID# 4688 Clean Copy  
Submittal

As per your letter dated October 22, 2014, attached you will find two clean copies on the above mentioned project. The forms to revise the Reclamation Agreement along with the rider to increase the surety are also attached.

The Reclamation Agreement has been increased from \$1,350,000 to \$1,481,000 since your October 22, 2014, letter. This increase was approved by Pete Hess from your Price Office.

If you have any questions, please call me at (801) 748-1471 or contact IPA's environmental consultant, Tom Paluso, at (435) 472-3814.

Sincerely,

A handwritten signature in cursive script that reads "Lance C. Lee".

Lance C. Lee  
Project Manager  
Intermountain Power Project

cc: James A. Hewlett (via email)  
Intermountain Power Agency  
Minh T. Le (via email)  
William W. Engels (via email)

RECEIVED

NOV 12 2014

DIV. OF OIL GAS & MINING

**Los Angeles Aqueduct Centennial Celebrating 100 Years of Water 1913-2013**

111 N. Hope Street, Los Angeles, California 90012-2607 Mailing address: Box 51111, Los Angeles, CA 90051-5700  
Telephone: (213) 367-4211 www.LADWP.com

## **EXHIBIT “D”**

### **Stipulation to Revise Reclamation Agreement (Federal)**

Mine Name: Wildcat Loadout  
Permit Number: C/007/0033  
Effective Date: 10/22/2014  
Bond Number: \_\_\_\_\_

**COAL**  
**STIPULATION TO REVISE RECLAMATION AGREEMENT**  
--ooOOoo--

This **STIPULATION TO REVISE RECLAMATION AGREEMENT** entered into by and between the **PERMITTEE** and **DIVISION** incorporates the following revisions or changes to the **RECLAMATION AGREEMENT**: (Identify and Describe Revisions below)

The Oil Transloading Construction (Task #4688) requires an increase in the Surety Bond of \$337,000 from \$1,144,000 to \$1,481,000.

In accordance with this **STIPULATION TO REVISE RECLAMATION AGREEMENT**, the following Exhibits have been replaced by the **PERMITTEE** and are approved by the **DIVISION**.

- ☐ Replace the Reclamation Agreement in its entirety.
- ☐ Replace Exhibit "A"- bonded area.
- ☒ Rider added to existing Exhibit "B"- bonding agreement
- ☐ Replace Exhibit "C"- liability insurance

The bonding amount is revised from \$ 1,144,000 to \$ 1,481,000

The bonding type is changed from \_\_\_\_\_ to \_\_\_\_\_.

The surface disturbance is revised from \_\_\_\_\_ acre to \_\_\_\_\_ acres.

The expiration date is revised from \_\_\_\_\_ to \_\_\_\_\_.

The liability insurance carrier is changed from \_\_\_\_\_ to \_\_\_\_\_.

The amount of insurance coverage for bodily injury and property damage is changed  
from  
\$ \_\_\_\_\_ to \$ \_\_\_\_\_.

IN WITNESS WHEREOF, IPA the **PERMITTEE** has hereunto set  
its signature and seal this 11<sup>th</sup> day of Nov., 2014.



Intermountain Power Agency (IPA)  
**PERMITTEE**

By: [Signature]

Title: General Manager

ACCEPTED BY THE STATE OF UTAH this 4<sup>th</sup> day of December, 2014.

[Signature] FOR JRB

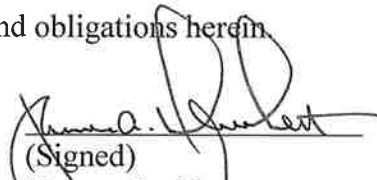
**Director,**  
Division of Oil, Gas and Mining

**NOTE:** An **Affidavit of Qualification** must be completed and attached to this form for each authorized agent or officer. Where one signs by virtue of Power or Attorney of a company, such Power of Attorney must be filed with this Agreement. If the **PERMITTEE** is a corporation, the Agreement shall be executed by its duly authorized officer.

**AFFIDAVIT OF QUALIFICATION  
PERMITTEE**

--ooOOoo--

I, James A. Hewlett, being first duly sworn under oath, deposes and says that he/she is the (officer or agent) GENERAL MANAGER of IPA; and that he/she is duly authorized to execute and deliver the foregoing obligations; and that said PERMITTEE is authorized to execute the same and has complied in all respects with the laws of Utah in reference to commitments, undertakings and obligations herein.


  
(Signed)  
Name - Position  
James A. Hewlett, General Manager

Attest:   
Secretary of the Corporation

STATE OF Utah )  
COUNTY OF Salt Lake ) ss:



Subscribed and sworn to before me this 11<sup>th</sup> day of November, 2014.

  
Notary Public

My Commission Expires:

01/30, 2015.

**AFFIDAVIT OF QUALIFICATION**  
**DIRECTOR**  
**--ooOOoo--**

John R. Baza, being first duly sworn under oath, deposes and says that he is the Director for the Division of Oil, Gas and Mining, Department of Natural Resources, State of Utah; and that he is duly authorized to execute and deliver the foregoing obligations; and that said Director is authorized to execute the same by authority of laws on behalf of the State of Utah.


 For

John R. Baza  
Director, Division of Oil, Gas and Mining

STATE OF Utah )  
COUNTY OF Salt Lake ) ss:



Subscribed and sworn to before me this 4 day of December 2014.

  
Notary Public

My Commission Expires:

October 1, 20 18.



Bond Number:

**RIDER**


**PLEDGE AND ESCROW AGREEMENT**

This rider is intended to modify the Pledge and Escrow Agreement ("Agreement") dated June 28, 2011 made and entered into by and among Wells Fargo Securities, LLC, Intermountain Power Agency, a political subdivision of the State of Utah ("IPA") and the State of Utah, Division of Oil, Gas & Mining ("DOGM"), regarding Permit No. C/007/0033.

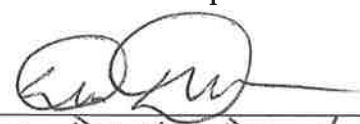
It is mutually understood and agreed by Wells Fargo Securities, IPA and DOGM that the bond amount is hereby increased from \$1,144,000 to \$1,481,000. All other items and conditions of said bond except as herein expressly modified shall remain unchanged.

The rider shall be effective as of the 14<sup>th</sup> of November, 2014.

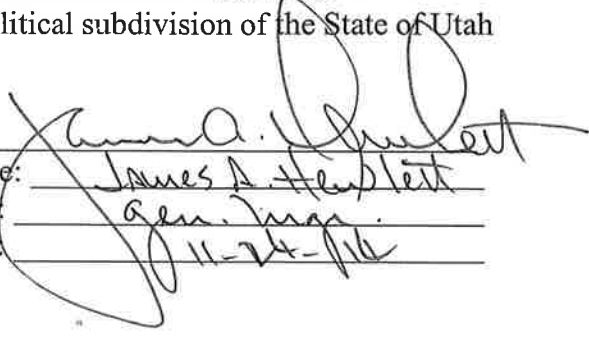
**WELLS FARGO SECURITIES**

By:   
Name: PAT KEDROWSKI  
Title: OPERATIONS OFFICER  
Date: 12-2-14

**UTAH DIVISION OF OIL, GAS & MINING**  
A Division of the Department of Natural Resources

By:   
Name: DANA DEAN  
Title: ASSOCIATE DIRECTOR  
Date: December 4, 2014

**INTERMOUNTAIN POWER AGENCY**  
A political subdivision of the State of Utah

By:   
Name: James A. Hendrix  
Title: Gen. Mgr.  
Date: 11-24-14

BRANCH CODE: 095  
ACCOUNT CODE

DIVISION OF OIL GAS & MINING  
STATE OF UTAH DIV DIRECTOR  
1594 W NORTH TEMPLE STE 1210  
P.O. BOX 145801  
SALT LAKE CITY UT 84114-5801

**PLEDGE REPORT FOR:**

**DIVISION OF OIL GAS & MINING - 09538839  
STATE OF UTAH DIV DIRECTOR  
1594 W NORTH TEMPLE STE 1210  
P.O. BOX 145801  
SALT LAKE CITY, UT, 84114-5801**

**WELLS  
FARGO**

WFS Pledge Desk  
1-800-645-3751, option 3  
WFSpledge@wellsfargo.com

**SECURITIES PLEDGED AS OF : 12/9/2014**

Account	Maturity	Rate	Var Rate?	CUSIP	S&P	MDY	Price	PAR	Current Value	Market Value
1AB24360 - INTERMOUNTAIN POWER AGENCY SOUTH JORDAN, UT 84095	03/31/16	0.375			AA+	Aaa	100.031200	1,350,000.00	1,350,000.00	1,350,421.20
	09/15/15	0.250			AA+	Aaa	100.039100	200,000.00	200,000.00	200,078.20
Total										1,550,499.40
										1,550,499.40

Securities Values Provided on this Report: "Current Value" equals par amount times the current "factor." The factor is the current amount of principal outstanding or not yet paid down. "Market Value" equals the Current Value times price. Prices are obtained from independent vendors and may be approximations. Certificates of Deposit (CDs) maturing in one year or less are shown at the last price traded; CDs maturing in more than one year are based on the prices that are available for similar securities. Contact your Wells Fargo sales representative for more current price information.